

2022-23 UNAUDITED ANNUAL ACCOUNTS

1. EXECUTIVE SUMMARY

- 1.1 This covering report gives an overview of the unaudited annual accounts for 2022-2023 and a summary of the significant movements from 2021-22 and asks members to approve the unaudited annual accounts for 2022-23 for issue.
- 1.2 The Comprehensive Income and Expenditure statement shows a deficit on the provision of services of £5.994m, a surplus on the revaluation of Long Term Assets of £21.104m and an actuarial gain on the pension fund assets/liability of £247.409m giving an accounting surplus of £262.519m.
- 1.3 The Balance Sheet shows that the net worth of the Council has increased by £262.519m from £497.663m as at 31 March 2022 to £760.182m as at 31 March 2023. The main reason

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2. INTRODUCTION

- 2.1 This covering report gives an overview of the unaudited annual accounts for 2022-23 and a summary of the significant movements from 2021-22 and asks members to approve the unaudited annual accounts for 2022-23

4.6 **Annual Governance Statement:** this statement states its view on the adequacy systems for governance and internal control are operating effectively within Argyll and Bute Council during 2022-23 and that there are no significant weaknesses.

Contributions to earmarked reserves 2022-23	(18,416)	12,998
Revenue Budget Underspend/(Overspend)		3,326

4.12 **Balance Sheet:** The Balance Sheet shows that the net worth of the Council has increased by £262.519m from £497.663m as at 31 March 2022 to £760.182m as at 31 March 2023. The major changes are set out in the table below.

	31/03/2022 £000	31/03/2023 £000	Change £000	Main Reason
Long Term Assets	717,383	979,659	262,276	Revaluation of fixed assets and substantial increase of pension debtor due to an increase in investment returns.
Current Assets	122,842	90,682	(32,160)	Reduction in cash balances in comparison to previous year which was particularly high due to timing of funding received prior to year end.
Current Liabilities	(66,513)	(68,527)	(2,014)	Increase in short term creditors offset by a decrease in short term borrowing.
Long Term Liabilities	(276,049)	(241,632)	34,417	Reduction in long term borrowing due to the early repayment of loans during the year.
Total	497,663	760,182	262,519	

Statement of Movement in Reserves:

4.13 This

4.17 The General Fund balance at 31 March 2023 is £86.409m. The total earmarked balances amount to £79.466m. The Council has agreed to hold a contingency balance equivalent to 2% of the Council budget and this amounts to £5.691m. The
units to £1.252m.

£000

Strathclyd